## U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT

U.S. D

WASHINGTON, DC 20410-7000

ASSISTANT SECRETARY FOR COMMUNITY PLANNING AND DEVELOPMENT

SEPT 27, 2005

This document has been

signed by

Pamela H. Patenaude

MEMORANDUM FOR: All CPD Field Office Division Directors

FROM: Pamela H. Patenaude, Assistant Secretary, D

SUBJECT: Guidance on Use of Emergency Shelter Grants Program Funds

and Waiver of ESG Requirements to Facilitate Assistance to

Persons Displaced by Hurricane Rita

Hurricane Rita devastated many communities along the Gulf Coast of Texas and Louisiana and has displaced many residents. Many ESG recipients across the country are "receiving communities" and are providing shelter to evacuees.

By this memorandum HUD is waiving specific ESG requirements for ESG awarded jurisdictions in areas that President Bush has declared to be major disaster areas under Title IV of the Robert T. Stafford Act and for receiving communities providing shelter to evacuees.

In light of the mass displacement of individuals and families, I find that there is good cause for waiver of requirements to facilitate ESG recipients' efforts to serve critical emergency housing and/or service needs of the displaced. Pursuant to the provisions of 24 CFR 5.110, I hereby waive the following requirements in connection with ESG assistance provided to persons displaced by Hurricane Rita:

Requirement: <u>Citizen Participation for Consolidated Plan Amendment</u>

Regulatory Citations: 24 CFR 91.105(c)(2) and (k) (Local Governments), 24 CFR 91.115(c) and

(i) (States)

Explanation: When proposing a substantial amendment to its Consolidated Plan, a

grantee must provide a period of not less than 30 days to allow citizens and public interest groups to comment on the proposed amendment(s). This waiver will permit grantees amending their plans as a result of Hurricane Rita to reduce the comment period to 3 days. A waiver is not

needed for non-substantial changes in plans.

Justification: This waiver is required to permit ESG grantees, especially "receiving

communities," to reprogram ESG funds to provide emergency shelters and

other essential services to evacuees.

Requirement: <u>Definitions</u>

Regulatory citation: 24 CFR 576.3

Explanation: The Secretary may waive the definition of "emergency

shelter" so that it is not limited to "facilities."

Justification: The current definition prevents the use of conventional housing owned by

private sector landlords from being used as short-term emergency and transitional shelter resources. Because of the scope of this disaster, HUD should provide maximum flexibility to grantees to meet their emergency

housing needs.

Requirement: <u>Deadlines for using grant amounts</u>

Regulatory Citations: 24 CFR 576.35

Explanation: Waive obligation and expenditure requirements as listed in (a) and (b) for

a period of up to one year (subject to any applicable statutory limitations). States must currently make the funds available for use within 65 days, obligate them within 180 days and spend them within 24 months. Entitlement communities must spend funds within 24 months.

Justification: This waiver will enable grantees to retain their funds while homeless

providers and their communities seek to rebuild service delivery systems

in the wake of the Rita disaster.

\*Within the citation 24 CFR 576.35, (a) refers to States and (b) refers to Formula cities, and counties, territories, and Indian tribes respectively.